

The President's Advisory Panel on Federal Tax Reform
1440 New York Ave N.W.
Suite 2100
Washington, DC 20220

3-18-05

Dear Advisory Panel,

My comments are in response to your narrow selection of four topics. It seems so typical of big government wanting to limit public opposition and discussion.

1. Headaches, unnecessary complexity, and burdens that taxpayers (a.k.a. people that are liable for a tax and pay it?) – both individuals and businesses – face because of the existing system.

17,000 pages of tax code imply a very large headache, very unnecessary complexity and a monumental burden on the whole country whether individual or business. Former deputy treasury secretary Samuel Bodman estimated that ***"Americans collectively spend approximately six billion hours per year in deciphering the rules and filling out returns."*** which the "law" continually states is voluntary. Bodman says ***"there are approximately 131 million individual tax returns."*** (This is out of a population of approximately 295 million people.) Bodman estimates that this is a cost of \$120 billion to just the individuals. This is not even counting the approximately 11 thousand businesses. It also does not include the \$10 billion budget of the I.R.S., who just spent \$68 million on one case to prosecute Keith Anderson of AAA for tax evasion. Avoidance of a tax is legal by the way. I would say this is a burden and a very large collective headache.

2. Aspects of the tax system that are unfair.

Boy, what a loaded topic. If all of the above wasn't unfair enough, then I would have to add that the entire I.R.S.'s misguided application of the tax code is unfair. The code should only apply to those citizens that reside in U.S. owned territories and those who live in the 50 states that have foreign source income (from whatever source derived). It does not and never did apply to citizens living and working in the 50 states.

3. Specific examples of how the tax code distorts important business or personal decisions

The International bankers, the Federal Reserve owners, the government, the I.R.S., the D.O.J., the treasury and almost all of our politicians all want me and all individuals to voluntarily comply with a tax code that does not apply to me or the vast majority of this country. Corporations withhold money from their employees because all of the above want them to. Individuals believe they must sign and file a 1040 form (return) under penalties of perjury just to get a portion of what shouldn't have been withheld in the first place. This distorts the truth and prevents the use of these dollars for business and personal use decisions.

4. Goals that the panel should try to achieve as it evaluates the existing tax system and recommends options for reform.

Your number one goal should be to follow the constitution. This would have avoided our current problems and at the same time keep them from happening again. Imagine that, a solution for once. The sixteenth amendment to the constitution was never properly ratified and I doubt your panel can prove that it was. This presents your panel with serious problem to resolve before you recommend keeping anything similar to what we currently have.

The government existed without an income tax prior to 1913 (when the Federal Reserve Act was past and the first 1040 return form was made) and it can exist without it now.

Peter Grace, of President Ronald Reagan's Grace Commission stated in his report dated January 15, 1984, "***that all individual income tax revenues are gone before one nickel is spent on the services which taxpayers expect from their government.***" He states that "***100 percent of what is collected is absorbed solely by interest on the Federal debt.***" This debt would have never accumulated to 7 trillion (or 44 trillion if you listen to former treasury secretary Paul Oneal) if our congressmen hadn't passed the Federal Reserve Act and created our fiat money system of debt. You can't pay a debt with debt.

I sincerely hope that this panel does not waste anymore of this countries time and it's citizens money on discussions that lead to no positive changes. Do not simply add another tax to the public's shoulders. (Such as consumption tax) Most states already have sales taxes. A consumption tax is a sales tax with a different name. A flat tax is not constitutional either. Again, read the constitution and follow it.

Just as a side note, Iraq doesn't need to spend a lot of time drafting a new constitution, just let them borrow ours, we don't use it much anymore.

It is time to abolish the income tax for the fraud that is. This great country and it's citizens need to be free of this tremendous burden. Then and only then can we reach our truly God given great potential and once again become a positive roll model for the rest of the world.

I am reluctantly withholding my name from this letter because of the I R S.'s habit of collecting lists of honest citizens that have educated themselves enough to point out the error of their ways. They have also been known to act on these lists with the help of our government to inflict even more unnecessary headaches and unfair burdens.

Good luck and God bless your efforts for positive change,
Very concerned, God and country loving citizen.